



General Assembly

January Session, 2007

Raised Bill No. 7225

LCO No. 4411

04411_____CE_

Referred to Committee on Commerce

Introduced by:
(CE)

AN ACT CONCERNING INFORMATION TECHNOLOGY BONDS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (a) of section 32-23zz of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective July*
3 *1, 2007*):

4 (a) For the purpose of assisting (1) any information technology
5 project, as defined in subsection (ee) of section 32-23d, [which is
6 located in an eligible municipality, as defined in subdivision (12) of
7 subsection (a) of section 32-9t,] or (2) any remediation project, as
8 defined in subsection (ii) of section 32-23d, the Connecticut
9 Development Authority may, upon a resolution of the legislative body
10 of a municipality, issue and administer bonds which are payable solely
11 or in part from and secured by: (A) A pledge of and lien upon any and
12 all of the income, proceeds, revenues and property of such a project,
13 including the proceeds of grants, loans, advances or contributions from
14 the federal government, the state or any other source, including
15 financial assistance furnished by the municipality or any other public
16 body, (B) taxes or payments or grants in lieu of taxes allocated to and
17 payable into a special fund of the Connecticut Development Authority

18 pursuant to the provisions of subsection (b) of this section, or (C) any
 19 combination of the foregoing. Any such bonds of the Connecticut
 20 Development Authority shall mature at such time or times not
 21 exceeding thirty years from their date of issuance and shall be subject
 22 to the general terms and provisions of law applicable to the issuance of
 23 bonds by the Connecticut Development Authority, except that such
 24 bonds shall be issued without a special capital reserve fund as
 25 provided in subsection (b) of section 32-23j and, for purposes of section
 26 32-23f, only the approval of the board of directors of the authority shall
 27 be required for the issuance and sale of such bonds. Any pledge made
 28 by the municipality or the Connecticut Development Authority for
 29 bonds issued as provided in this section shall be valid and binding
 30 from the time when the pledge is made, and revenues and other
 31 receipts, funds or moneys so pledged and thereafter received by the
 32 municipality or the Connecticut Development Authority shall be
 33 subject to the lien of such pledge without any physical delivery thereof
 34 or further act. The lien of such pledge shall be valid and binding
 35 against all parties having claims of any kind in tort, contract or
 36 otherwise against the municipality or the Connecticut Development
 37 Authority, even if the parties have no notice of such lien. Recording of
 38 the resolution or any other instrument by which such a pledge is
 39 created shall not be required. In connection with any such assignment
 40 of taxes or payments in lieu of taxes, the Connecticut Development
 41 Authority may, if the resolution so provides, exercise the rights
 42 provided for in section 12-195h of an assignee for consideration of any
 43 lien filed to secure the payment of such taxes or payments in lieu of
 44 taxes. All expenses incurred in providing such assistance may be
 45 treated as project costs.

This act shall take effect as follows and shall amend the following sections:		
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Section 1	<i>July 1, 2007</i>	32-23zz(a)
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Statement of Purpose:

To allow the Connecticut Development Authority to issue bonds for information technology projects state-wide, rather than only in eligible municipalities, which are an enterprise zone, a distressed municipality or a municipality with population over one hundred thousand.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]